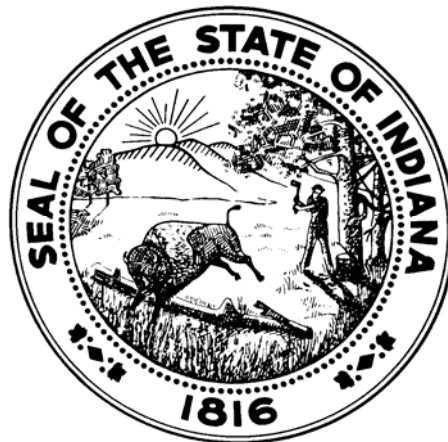


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

ANNUAL FINANCIAL REPORT

2006

DELAWARE COUNTY, INDIANA



FILED
09/12/2007

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Auditor	Jane Lasater Judy Rust	01-01-03 to 12-31-06 01-01-07 to 12-31-10
Treasurer	Warren E. Beebe	01-01-03 to 12-31-08
Clerk	Karen Wenger	01-01-04 to 12-31-07
Sheriff	George Sheridan, Jr.	01-01-03 to 12-31-10
Recorder	Regina Williamson Jane Lasater	01-01-03 to 12-31-06 01-01-07 to 12-31-10
President of the Board of County Commissioners	Thomas Bennington John Brooke	01-01-06 to 12-31-06 01-01-07 to 12-31-07
President of the County Council	Joseph M. Russell Bradley Bookout	01-01-06 to 12-31-06 01-01-07 to 12-31-07



STATE OF INDIANA
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**INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Delaware County (County), as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As discussed in Note I, the County prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As discussed in Note I, the financial statements referred to above do not include a component unit of the County which should have been included to fairly present the financial position of the County.

In our opinion, except that the omission of the component unit of the County referred to in the preceding paragraph results in incomplete presentation, the financial statements referred to above present fairly, in all material respects, the respective cash and investment balances of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2006, and the respective cash receipts and cash disbursements during the year then ended on the basis of accounting described in Note I.

In accordance with Government Auditing Standards, we have also issued a report dated July 25, 2007, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. Our report on compliance and on internal control over financial reporting should be read along with this report.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(Continued)

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the County taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Schedules of Funding Progress, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The County has not presented Management's Discussion and Analysis or Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining Schedules, as listed in the Table of Contents, Schedule of Capital Assets, and Schedule of Long-Term Debt are presented for additional analysis and are not required parts of the basic financial statements. The Combining Schedules, as listed in the Table of Contents, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Schedule of Capital Assets and Schedule of Long-Term Debt have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

July 25, 2007



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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Delaware County (County), as of and for the year ended December 25, 2006, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 25, 2007. The opinions to the financial statements were qualified due to a component unit not being included. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we considered to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in items 2006-1 and 2006-2 of the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

We noted certain matters that we reported to management in a separate letter dated July 25, 2007.

The County's response to the findings identified in our audit are described in the accompanying section of the report entitled Corrective Action Plan. We did not audit the County's response and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the County's management, County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

July 25, 2007

DELAWARE COUNTY
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH AND INVESTMENT BASIS
For The Year Ended December 31, 2006

Functions/Programs	Program Receipts				Net (Disbursement) Receipts and Changes in Net Assets
	Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary
					Governmental
					Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 19,670,411	\$ 2,569,253	\$ 910,669	\$ 649,137	\$ (15,541,352)
Public safety	19,246,673	5,247,184	1,656,719	-	(12,342,770)
Highways and streets	5,360,371	89,610	3,887,868	-	(1,382,893)
Sanitation	15,546,569	1,141,939	5,542,562	-	(8,862,068)
Economic development	3,327,441	-	197,637	441,644	(2,688,160)
Culture and recreation	2,987,973	-	3,500	27,827	(2,956,646)
Interest on long-term debt	1,298,344	-	-	-	(1,298,344)
Total primary government	<u>\$ 67,437,782</u>	<u>\$ 9,047,986</u>	<u>\$ 12,198,955</u>	<u>\$ 1,118,608</u>	<u>(45,072,233)</u>
General receipts:					
Property taxes					30,187,316
Other local taxes					8,580,441
Bonds and loans					3,815,000
Grants and contributions not restricted to specific programs					4,839,198
Unrestricted investment earnings					3,164,127
Special item:					
Disaster Assistance					4,911
Total general receipts and special item					<u>50,590,993</u>
Change in net assets					5,518,760
Net assets - beginning					<u>41,323,208</u>
Net assets - ending					<u>\$ 46,841,968</u>
<u>Assets</u>					
Cash and investments					\$ 11,488,458
Cash with fiscal agent					919,965
Restricted assets:					
Cash and investments					<u>34,433,545</u>
Total assets					<u>\$ 46,841,968</u>
<u>Net Assets</u>					
Restricted for:					
General government					\$ 2,871,236
Public safety					3,178,925
Highways and streets					6,745,081
Health and welfare					5,517,686
Culture and recreation					583,273
Economic development					2,192,929
Debt service					8,885,625
Other purposes					5,378,755
Unrestricted					<u>11,488,458</u>
Total net assets					<u>\$ 46,841,968</u>

The notes to the financial statements are an integral part of this statement.

DELAWARE COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND RECEIPTS,
DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006

	General	Family and Children	Other Governmental Funds	Totals
Receipts:				
Taxes	\$ 18,230,956	\$ 8,668,733	\$ 11,868,068	\$ 38,767,757
Special assessments	-	-	732,375	732,375
Licenses and permits	98,454	-	191,375	289,829
Intergovernmental	2,995,576	4,890,130	7,722,064	15,607,770
Charges for services	3,307,616	-	2,235,091	5,542,707
Fines and forfeits	464,084	-	979,755	1,443,839
Other	4,218,592	7,481	968,790	5,194,863
Total receipts	29,315,278	13,566,344	24,697,518	67,579,140
Disbursements:				
General government	13,616,577	-	2,621,269	16,237,846
Public safety	13,342,854	-	4,123,307	17,466,161
Highways and streets	-	-	3,088,480	3,088,480
Health and welfare	963,270	13,227,959	1,611,300	15,802,529
Culture and recreation	606,089	-	2,381,309	2,987,398
Urban redevelopment and housing	-	-	50,183	50,183
Debt service:				
Principal	-	-	1,580,550	1,580,550
Interest	-	-	926,591	926,591
Bond issuance costs	-	-	80,603	80,603
Capital outlay:				
Public safety	-	-	1,148,110	1,148,110
Highways and streets	-	-	2,990,542	2,990,542
Urban redevelopment and housing	-	-	3,381,966	3,381,966
Special assessments	-	-	1,003,034	1,003,034
Total disbursements	28,528,790	13,227,959	24,987,244	66,743,993
Excess (deficiency) of receipts over disbursements	786,488	338,385	(289,726)	835,147
Other financing sources (uses)				
Bond proceeds	-	-	3,225,000	3,225,000
Loan proceeds	-	590,000	-	590,000
Transfers in	828,756	343,341	2,022,638	3,194,735
Transfers out	(222,066)	(56,252)	(2,916,417)	(3,194,735)
Total other financing sources	606,690	877,089	2,331,221	3,815,000
Excess of receipts and other financing sources over disbursements and other financing uses	1,393,178	1,215,474	2,041,495	4,650,147
Cash and investment fund balance - beginning	10,095,280	2,867,892	26,285,367	39,248,539
Cash and investment fund balance - ending	<u>\$ 11,488,458</u>	<u>\$ 4,083,366</u>	<u>\$ 28,326,862</u>	43,898,686
Amounts reported for governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis are different because:				
Internal services funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Activities and Net Assets - Cash and Investment Basis.				2,943,282
Net assets of governmental activities				<u>\$ 46,841,968</u>
<u>Cash and Investment Assets - December 31</u>				
Cash and investments	\$ 11,488,458	\$ -	\$ -	\$ 11,488,458
Cash with fiscal agent	-	-	919,965	919,965
Restricted assets:				
Cash and investments	-	4,083,366	27,406,897	31,490,263
Total cash and investment assets - December 31	<u>\$ 11,488,458</u>	<u>\$ 4,083,366</u>	<u>\$ 28,326,862</u>	<u>\$ 43,898,686</u>
<u>Cash and Investment Fund Balance - December 31</u>				
Restricted for:				
General government	\$ -	\$ -	\$ 2,871,236	\$ 2,871,236
Public safety	-	-	3,178,925	3,178,925
Highways and streets	-	-	6,745,081	6,745,081
Health and welfare	-	4,083,366	1,434,320	5,517,686
Culture and recreation	-	-	583,273	583,273
Urban redevelopment and housing	-	-	2,192,929	2,192,929
Debt service	-	-	8,885,625	8,885,625
Other purposes	-	-	2,435,473	2,435,473
Unrestricted	11,488,458	-	-	11,488,458
Total cash and investment fund balance - December 31	<u>\$ 11,488,458</u>	<u>\$ 4,083,366</u>	<u>\$ 28,326,862</u>	<u>\$ 43,898,686</u>

The notes to the financial statements are an integral part of this statement.

DELAWARE COUNTY
STATEMENT OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
BALANCES - CASH AND INVESTMENT BASIS
PROPRIETARY FUNDS
As of and for the Year Ended December 31, 2006

	Internal Service Funds
Operating receipts:	
Insurance proceeds	\$ 474,430
Employer contributions	<u>6,512,068</u>
Total operating receipts	<u>6,986,498</u>
Operating disbursements:	
Salaries and wages	729,200
Insurance claims and expenses	<u>5,506,800</u>
Total operating disbursements	<u>6,236,000</u>
Excess of operating receipts over operating disbursements	<u>750,498</u>
Nonoperating receipts:	
Interest and investment receipts	<u>118,115</u>
Excess of receipts over disbursements and nonoperating receipts	868,613
Cash and investment fund balance - beginning	<u>2,074,669</u>
Cash and investment fund balance - ending	<u><u>\$ 2,943,282</u></u>
<u>Cash and Investment Assets - December 31</u>	
Restricted assets:	
Cash and investments	<u><u>\$ 2,943,282</u></u>
<u>Cash and Investment Fund Balance - December 31</u>	
Restricted for:	
Other purposes	<u><u>\$ 2,943,282</u></u>

The notes to the financial statements are an integral part of this statement.

DELAWARE COUNTY
STATEMENT OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
FIDUCIARY FUNDS
For The Year Ended December 31, 2006

	Pension Trust Funds	Private-Purpose Trust Funds	Agency Funds
Additions:			
Contributions:			
Employer	\$ 143,725	\$ -	\$ -
Plan members	<u>52,078</u>	<u>-</u>	<u>-</u>
Total contributions	<u>195,803</u>	<u>-</u>	<u>-</u>
Investment earnings:			
Net in fair value of investments	550,760	-	-
Interest	266,770	-	-
Dividends	<u>67,381</u>	<u>-</u>	<u>-</u>
Total investment earnings	<u>884,911</u>	<u>-</u>	<u>-</u>
Agency fund additions	<u>-</u>	<u>-</u>	<u>303,431,357</u>
Total additions	<u>1,080,714</u>	<u>-</u>	<u>303,431,357</u>
Deductions:			
Benefits	473,662	-	-
Refunds of contributions	25	-	-
Administrative and general	192,204	-	-
Agency fund deductions	<u>-</u>	<u>-</u>	<u>300,531,786</u>
Total deductions	<u>665,891</u>	<u>-</u>	<u>300,531,786</u>
Excess of total additions over total deductions	414,823	-	2,899,571
Cash and investment fund balance - beginning	<u>10,843,824</u>	<u>18,236</u>	<u>7,161,261</u>
Cash and investment fund balance - ending	<u>\$ 11,258,647</u>	<u>\$ 18,236</u>	<u>\$ 10,060,832</u>

The notes to the financial statements are an integral part of this statement.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The County was established under the laws of the State of Indiana. The County operates under a Council-Commissioner form of government and provides the following services: public safety (police and emergency medical services), highways and streets, health welfare and social services, culture and recreation, public improvements, planning and zoning, and general administrative services.

The County's financial reporting entity is composed of the following:

Primary Government: Delaware County

In determining the financial reporting entity, the County complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

The Delaware County Fair Board, a discretely presented component unit has been omitted from these financial statements. Accordingly, the financial statements do not include the data of all of the County's components units necessary to fairly present the financial position of the County.

Related Organizations

Delaware County Convention and Tourism (a department of the County) is responsible for paying the bonds for the Muncie Sports and Hobby's Sport Complex. These payments are to be repaid when the Sportsplex begins making a profit. The County's accountability for this organization does not extend beyond making the debt payments.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The Statement of Activities and Net Assets – Cash and Investment Basis displays information about the reporting government as a whole. It includes all funds of the reporting entity except for fiduciary funds. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, receipts, and disbursements. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. However, at this time, the County has not established any enterprise funds.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The County reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The family and children fund accounts for financial resources to provide assistance to families in need.

Additionally, the County reports the following fund types:

The internal service funds account for insurance and longevity pay provided to other departments on a cost-reimbursement basis.

The pension trust funds account for the activities of the sheriff's pension trust the sheriff's benefit trust, and the EMS pension fund, which accumulate resources for pension benefit payments.

The private-purpose trust fund reports a trust arrangement under which principal and income benefit the school corporations within the County.

Agency funds account for assets held by the County as an agent for other governmental units and individuals.

C. Measurement Focus and Basis of Accounting

The government-wide, governmental fund, proprietary fund, and fiduciary fund financial statements are reported using the basis of accounting that demonstrates compliance with the cash and investment basis and budget laws of the State of Indiana, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Receipts are recorded when received and disbursements are recorded when paid.

The cash and investment basis of accounting differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred. Investment transactions are not presented on the financial statements.

If the County utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to people outside the government (enterprise funds) or other departments or agencies primarily within the government (internal service funds). The County does not have any enterprise funds.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Assets and Cash and Investment Balances

1. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as interest receipts in the year of the sale of the investment.

2. Capital Assets

Capital assets arising from cash transactions acquired for use in governmental or proprietary fund operations are accounted for as capital outlay disbursements of the fund upon acquisition.

3. Long-Term Debt

Long-term debt arising from cash basis transactions of governmental and proprietary funds is not reported as liabilities in the basic financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as disbursements.

4. Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in two components:

- a. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net assets – All other net assets that do not meet the definition of "restricted."

It is the County's policy to first use restricted net assets prior to the use of unrestricted net assets when a disbursement is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

E. Receipts and Disbursements

1. Program Receipts

Amounts reported as program receipts include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general receipts rather than as program receipts. Likewise, general receipts include all taxes.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds and the similar discretely presented component unit result from providing services and producing and delivering goods and/or services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

F. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Activities and Net Assets – Cash and Investment Basis, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

1. Interfund services – Sales or purchases of goods and services between funds are reported as receipts and disbursements.
2. Interfund reimbursements – Repayments from funds responsible for certain disbursements to the funds that initially paid for them are not reported as reimbursements but as adjustments to disbursements in the respective funds.
3. Interfund transfers – Flow of assets from one fund to another where repayment is not expected is reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities and Net Assets – Cash and Investment Basis except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers – Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities and Net Assets – Cash and Investment Basis.
2. Primary government and component unit activity and balances – Resource flows between the primary government and the discretely-presented component units are reported as if they were external transactions and are classified separately from internal balances and activities within the primary government.

II. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets are adopted on the cash basis, which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at calendar year end.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Prior to the first required publication, the fiscal officer of the County submits to the governing board a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the governing board to obtain taxpayer comments. In September of each year, the governing board, through the passage of a resolution/ordinance, approves the budget for the next year. Copies of the budget resolution/ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the fiscal officer of the County receives approval of the Indiana Department of Local Government Finance.

The County's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the governing board. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories.

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. The Sheriff's Merit Board has not established an investment policy for the Sheriff's Retirement and Benefit Pension Plan. The Emergency Medical Services Pension Plan Board has not established an investment policy for the Emergency Medical Services Pension Plan. As of December 31, 2006, the County had the following investments:

Investment Type	Sheriff's Retirement and Benefit Pension Plans	Emergency Medical Services Pension Plan
U.S. treasuries and securities	\$ 918,470	\$ -
U.S. agencies	1,334,909	-
Mutual funds	-	879,920
Corporate debt instruments	1,435,738	-
Corporate equity instruments	7,405,575	-
Totals	<u>\$ 11,094,692</u>	<u>\$ 879,920</u>

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Investment Policies

Indiana Code 5-13-9 authorizes the County to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the County to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal Investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% of the funds held by the County and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the County may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the County's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

The Sheriff's Pension Plan is not subject to the same investment laws as the County. The Sheriff's Merit Board has not adopted an investment policy for interest rate and credit risk.

The Emergency Medical Services Pension Plan is not subject to the same investment laws as the County. The Emergency Medical Services Pension Board has not adopted an investment policy for interest rate and credit risk.

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County does not have a formal investment policy for custodial credit risk for investments.

The Sheriff's Merit Board has not adopted an investment policy for custodial credit risk for investments. At December 31, 2006, the Sheriff's Retirement and Benefit Pension Plans held investments in corporate equity, corporate bonds, U.S. Government securities and government agency debt in the amount of \$11,094,692. All of these investments were held by the counterparty's trust department or agent in the name of the Sheriff's Pension Plan.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

The Emergency Medical Investment Board has not adopted investment policies for custodial credit risk for investments. At December 31, 2006, the Emergency Medical Services Pension Plan held investments in mutual funds in the amount of \$879,920. All of these investments were held by the counterparty's trust department or agency in the name of the Emergency Medical Service Pension Plan.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County must follow state statute and limit the stated final maturities of the investments to no more than two years.

The Sheriff's Merit Board has not adopted a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses.

The Emergency Medical Services Pension Board has not adopted a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses.

Sheriff's Retirement and Benefit Pension Plans:

Investment Type	Investment Maturities (in Years)		
	Less Than 1	1-2	More Than 2
U.S. treasuries and securities	\$ 238,581	\$ 255,541	\$ 424,348
U.S. agencies	183,699	155,969	995,241
Corporate debt instruments	67,044	180,231	1,188,463
Totals	<u>\$ 489,324</u>	<u>\$ 591,741</u>	<u>\$ 2,608,052</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below.

Sheriff's Retirement and Benefit Pension Plans:

Standard and Poor's Rating	Moody's Rating	Corporate Bonds	Government Sponsored Enterprise
AAA	Aaa	\$ 164,686	\$ 1,334,909
AA	Aa	302,814	-
A	A	604,027	-
BBB	Baa	175,745	-
BB	Ba	42,315	-
B	B	9,772	-
CCC	Caa	10,815	-
Unrated	Unrated	125,564	-
Totals		<u>\$ 1,435,738</u>	<u>\$ 1,334,909</u>

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

The Sheriff's Merit Board has not adopted a policy for the concentration of credit risk.

The Emergency Medical Services Pension Board has not adopted a policy for the concentration of credit risk.

Foreign Currency Risk

The County does not have a formal policy in regards to foreign currency risk.

The Sheriff's Merit Board has not adopted a formal policy in regards to foreign currency risk. The Emergency Medical Services Pension Board has not adopted a formal policy in regards to foreign currency risk.

B. Interfund Transfers

Interfund transfers for the year ended December 31, 2006, were as follows:

<u>Transfer From</u>	<u>Transfer To</u>	<u>2006</u>
General Fund	Other governmental	\$ 222,066
Family and Children	Other governmental	56,252
Other governmental	General Fund	828,756
Other governmental	Family and Children	343,341
Other governmental	Other governmental	<u>1,744,320</u>
Total		<u>\$ 3,194,735</u>

The County typically uses transfers for cash flow purposes as provided by various statutory provisions.

C. Restatements and Reclassifications

For the year ended December 31, 2006, certain changes have been made to the financial statements to more appropriately reflect financial activity of the County. The following schedule presents a summary of restated beginning balances by opinion unit. New Funds represents the inclusion of existing funds which were not presented in the prior report.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Opinion Unit	Balance as Reported December 31, 2005	Fund Reclassification	New Funds	Balance as Restated January 1, 2006
Business-type activities	\$ 254,730	\$ (254,730)	\$ -	\$ -
Governmental activities	41,062,510	254,730	5,968	41,323,208
Governmental funds	38,987,841	254,730	5,968	39,248,539
Proprietary funds	2,329,399	(254,730)	-	2,074,669

IV. Other Information

A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

Medical Benefits to Employees, Retirees and Dependents

The County has chosen to establish a risk financing fund for risks associated with group health insurance. The risk financing fund is accounted for in the Employee's Benefit Trust Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$125,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. Interfund premiums are paid into the fund by all affected funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based upon an overall premium percentage which is applied to each affected fund and are reported as quasi-external interfund transactions.

Job Related Illnesses or Injuries to Employees

During 1990, the County joined with other governmental entities to form the Indiana Public Employers' Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 350 member governmental entities. This risk pool was formed in 1989. The purpose of the risk pool is to provide a medium for the funding and administration of worker's compensation claims. The County pays an annual premium to the risk pool for its worker's compensation coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event.

B. Holding Corporation

The County has entered into a capital lease with Mun-Del Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the County. The lessor has been determined to be a related party of the County. Lease payments during the year totaled \$1,698,470.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

C. Subsequent Events

In June 2007, the County obtained tax anticipation warrants in the amount of \$3,500,000.

D. Postemployment Benefits

In addition to the pension benefits described below, the County provides postemployment health insurance benefits, as authorized by Indiana Code 5-10-8, to all employees who retire from the County after their plus years of service (must be at least 10 years) equals 70. Currently, 49 retirees meet these eligibility requirements. The County and retirees provide 70% and 30%, respectively, of these postemployment benefits. Disbursements for those postemployment benefits are recognized on a pay-as-you-go basis. Disbursements for postemployment benefits cannot be reasonably estimated.

E. Administration of Welfare Programs

The County is required to provide certain funding for administrative costs of welfare programs, the Hospital Care for the Indigent Program, Medical Assistance to Wards and Children with Special Health Care Needs through local property tax levies. The County remits those taxes to the State, which pays the cost.

F. Pension Plans

Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

1. Public Employees' Retirement Fund

Plan Description

The County contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the County authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. County Police Retirement Plan

Plan Description

The County contributes to the County Police Retirement Plan, which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the Sheriff's Department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides retirement, death, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Retirement Plan are established by state statute. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

3. County Police Benefit Plan

Plan Description

The County contributes to the County Police Benefit Plan which is a single-employer defined benefit pension plan. With the approval of the County's fiscal body, the plan is administered by the Sheriff's Department and an appointed trustee as authorized by state statute (IC 36-8-10-12) for full-time police officers. The plan provides dependent pensions, life insurance, and disability benefits to plan members and beneficiaries. The trustee issues a publicly available financial report that includes financial statements and required supplementary information of the plan. The report may be obtained by contacting the County Sheriff.

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the County Police Benefit Plan are established by state statute. The County's annual pension cost and related information, as provided by the actuary, is presented in this note.

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Actuarial Information for the Above Plans

	PERF	County Police Retirement Plan	County Police Benefit Plan
Annual required contribution	\$ 906,092	\$ 835,359	\$ 25,118
Interest on net pension obligation	(6,059)	77,452	1,136
Adjustment to annual required contribution	6,904	(204,144)	(2,994)
Annual pension cost	906,937	708,667	23,260
Contributions made	655,526	5,882	25,118
Increase (decrease) in net pension obligation	251,411	702,785	(1,858)
Net pension obligation, beginning of year	(83,568)	1,106,460	16,225
Net pension obligation, end of year	<u>\$ 167,843</u>	<u>\$ 1,809,245</u>	<u>\$ 14,367</u>

	PERF	County Police Retirement Plan	County Police Benefit Plan
Contribution rates:			
County	4.5%	1%	1%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-06	01-01-07	01-01-07
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	40 years	40 years	40 years
Amortization period (from date)	07-01-97	12-31-97	12-31-97
Asset valuation method	4 year smoothed market	4 year smoothed market	4 year smoothed market

Actuarial Assumptions

Investment rate of return	7.25%	7%	7%
Projected future salary increases:			
Total	5%	5%	5%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	1%	1%
Cost-of-living adjustments	2%	2%	0%

DELAWARE COUNTY
NOTES TO FINANCIAL STATEMENTS
(Continued)

Three Year Trend Information

	<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
PERF	06-30-04	\$ 534,505	98%	\$ (179,591)
	06-30-05	705,846	86%	(83,568)
	06-30-06	906,937	93%	167,846
County Police Retirement Plan	12-31-04	321,929	2%	611,895
	12-31-05	498,210	1%	1,106,460
	12-31-06	708,667	1%	1,809,245
County Police Benefit Plan	12-31-04	23,103	108%	18,322
	12-31-05	25,258	108%	16,225
	12-31-06	23,260	108%	14,367

DELAWARE COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	\$ 12,987,526	\$ 13,392,092	\$ (404,566)	97%	\$ 14,986,460	(3%)
07-01-05	13,468,630	15,849,188	(2,380,558)	85%	15,022,898	(16%)
07-01-06	15,301,307	15,744,932	(443,625)	97%	14,681,323	(3%)

County Police Retirement Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Excess of Assets Over AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Excess AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-02	\$ 10,011,890	\$ 10,011,890	\$ -	100%	\$ 1,434,596	0%
01-01-03	9,714,456	9,714,456	-	100%	1,456,196	0%
01-01-04	9,536,967	9,536,967	-	100%	1,476,596	0%
01-01-05	9,479,107	9,479,107	-	100%	1,512,779	0%
01-01-06	9,983,084	9,983,084	-	100%	1,629,380	0%
01-01-07	10,539,795	10,539,795	-	100%	1,872,517	0%

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006

	County Health	County Highway	Whitely Welfare Trust	Local Road and Street	Board of Health Unemployment	Property Reassessment
Receipts:						
Taxes	\$ 845,357	\$ -	\$ -	\$ -	\$ -	\$ 224,748
Special assessments	-	-	-	-	-	-
Licenses and permits	180,615	-	-	-	-	-
Intergovernmental	415,937	3,845,376	1,565	646,673	25,000	23,584
Charges for services	26,189	2,464	-	-	-	60,233
Fines and forfeits	-	-	-	-	-	-
Other	95,045	118,694	-	8,689	-	114,759
Total receipts	1,563,143	3,966,534	1,565	655,362	25,000	423,324
Disbursements:						
General government	-	-	-	-	-	555,392
Public safety	-	-	-	-	-	-
Highways and streets	-	3,087,967	-	-	-	-
Health and welfare	1,248,935	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-
Capital outlay:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	646,258	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Total disbursements	1,248,935	3,087,967	-	646,258	-	555,392
Excess (deficiency) of receipts over disbursements	314,208	878,567	1,565	9,104	25,000	(132,068)
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	181	-	-	-	-
Transfers out	(7,227)	(500,000)	-	-	-	(2,223)
Total other financing sources (uses)	(7,227)	(499,819)	-	-	-	(2,223)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	306,981	378,748	1,565	9,104	25,000	(134,291)
Cash and investment fund balance - beginning	408,038	1,410,534	15,392	62,979	83,250	2,369,340
Cash and investment fund balance - ending	\$ 715,019	\$ 1,789,282	\$ 16,957	\$ 72,083	\$ 108,250	\$ 2,235,049
<u>Cash and Investment Assets - December 31</u>						
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	715,019	1,789,282	16,957	72,083	108,250	2,235,049
Total cash and investment assets - December 31	\$ 715,019	\$ 1,789,282	\$ 16,957	\$ 72,083	\$ 108,250	\$ 2,235,049
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,235,049
Public safety	-	-	-	-	-	-
Highways and streets	-	1,789,282	-	72,083	-	-
Health and welfare	715,019	-	16,957	-	108,250	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 715,019	\$ 1,789,282	\$ 16,957	\$ 72,083	\$ 108,250	\$ 2,235,049

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Identification Security Protection	Fairground Grant	Health Maintenance	Supplemental Juvenile Probation Services	Supplemental Adult Probation Services	Substance Abuse User Fees
Receipts:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	27,827	70,128	-	-	-
Charges for services	54,184	-	-	-	-	-
Fines and forfeits	-	-	-	16,650	185,665	234,362
Other	-	-	3,366	-	-	12,517
Total receipts	<u>54,184</u>	<u>27,827</u>	<u>73,494</u>	<u>16,650</u>	<u>185,665</u>	<u>246,879</u>
Disbursements:						
General government	-	-	-	-	-	-
Public safety	-	-	-	7,163	248,495	286,752
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	62,342	-	-	-
Culture and recreation	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-
Capital outlay:						
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>62,342</u>	<u>7,163</u>	<u>248,495</u>	<u>286,752</u>
Excess (deficiency) of receipts over disbursements	<u>54,184</u>	<u>27,827</u>	<u>11,152</u>	<u>9,487</u>	<u>(62,830)</u>	<u>(39,873)</u>
Other financing sources (uses):						
Bond proceeds	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>54,184</u>	<u>27,827</u>	<u>11,152</u>	<u>9,487</u>	<u>(62,830)</u>	<u>(39,873)</u>
Cash and investment fund balance - beginning	<u>-</u>	<u>170,974</u>	<u>57,992</u>	<u>28,551</u>	<u>145,560</u>	<u>264,783</u>
Cash and investment fund balance - ending	<u>\$ 54,184</u>	<u>\$ 198,801</u>	<u>\$ 69,144</u>	<u>\$ 38,038</u>	<u>\$ 82,730</u>	<u>\$ 224,910</u>
<u>Cash and Investment Assets - December 31</u>						
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:						
Cash and investments	<u>54,184</u>	<u>198,801</u>	<u>69,144</u>	<u>38,038</u>	<u>82,730</u>	<u>224,910</u>
Total cash and investment assets - December 31	<u>\$ 54,184</u>	<u>\$ 198,801</u>	<u>\$ 69,144</u>	<u>\$ 38,038</u>	<u>\$ 82,730</u>	<u>\$ 224,910</u>
<u>Cash and Investment Fund Balance - December 31</u>						
Restricted for:						
General government	\$ 54,184	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	38,038	82,730	224,910
Highways and streets	-	-	-	-	-	-
Health and welfare	-	-	69,144	-	-	-
Culture and recreation	-	198,801	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 54,184</u>	<u>\$ 198,801</u>	<u>\$ 69,144</u>	<u>\$ 38,038</u>	<u>\$ 82,730</u>	<u>\$ 224,910</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Surveyor's Corner Perpetuation	Sales Disclosure Fees	Recorder's Record Perpetuation	Sheriff Law Enforcement Continuing Education	Pretrial Diversion	Sheriff's Pension Plan	Accident Report
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	26,405	13,005	170,512	-	-	-	6,173
Fines and forfeits	-	-	-	1,452	65,858	2,640	-
Other	-	-	300	-	4	-	51
Total receipts	<u>26,405</u>	<u>13,005</u>	<u>170,812</u>	<u>1,452</u>	<u>65,862</u>	<u>2,640</u>	<u>6,224</u>
Disbursements:							
General government	42,586	-	167,768	-	-	-	-
Public safety	-	-	-	5,386	97,095	-	5,981
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	<u>42,586</u>	<u>-</u>	<u>167,768</u>	<u>5,386</u>	<u>97,095</u>	<u>-</u>	<u>5,981</u>
Excess (deficiency) of receipts over disbursements	<u>(16,181)</u>	<u>13,005</u>	<u>3,044</u>	<u>(3,934)</u>	<u>(31,233)</u>	<u>2,640</u>	<u>243</u>
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(16,181)</u>	<u>13,005</u>	<u>3,044</u>	<u>(3,934)</u>	<u>(31,233)</u>	<u>2,640</u>	<u>243</u>
Cash and investment fund balance - beginning	<u>57,781</u>	<u>23,177</u>	<u>119,767</u>	<u>9,342</u>	<u>128,304</u>	<u>21,410</u>	<u>4,105</u>
Cash and investment fund balance - ending	<u>\$ 41,600</u>	<u>\$ 36,182</u>	<u>\$ 122,811</u>	<u>\$ 5,408</u>	<u>\$ 97,071</u>	<u>\$ 24,050</u>	<u>\$ 4,348</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	<u>41,600</u>	<u>36,182</u>	<u>122,811</u>	<u>5,408</u>	<u>97,071</u>	<u>24,050</u>	<u>4,348</u>
Total cash and investment assets - December 31	<u>\$ 41,600</u>	<u>\$ 36,182</u>	<u>\$ 122,811</u>	<u>\$ 5,408</u>	<u>\$ 97,071</u>	<u>\$ 24,050</u>	<u>\$ 4,348</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ 41,600	\$ 36,182	\$ 122,811	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	5,408	97,071	24,050	4,348
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 41,600</u>	<u>\$ 36,182</u>	<u>\$ 122,811</u>	<u>\$ 5,408</u>	<u>\$ 97,071</u>	<u>\$ 24,050</u>	<u>\$ 4,348</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Firearms Training	Federal Surplus Property	EMS Donation	Law Enforcement Continuing Education	Local Law Enforcement Block Grant	EMA Hazardous Clean-Up	Soil Conservation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	10,760	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	50,300
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	1,271	-	-	-
Other	-	2	1,639	-	-	-	-
Total receipts	10,760	2	1,639	1,271	-	-	50,300
Disbursements:							
General government	-	-	-	-	-	-	50,644
Public safety	6,027	-	1,804	884	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	6,027	-	1,804	884	-	-	50,644
Excess (deficiency) of receipts over disbursements	4,733	2	(165)	387	-	-	(344)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(2,267)	-	-
Total other financing sources (uses)	-	-	-	-	(2,267)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	4,733	2	(165)	387	(2,267)	-	(344)
Cash and investment fund balance - beginning	5,973	1,253	2,636	5,549	2,267	75	1,064
Cash and investment fund balance - ending	<u>\$ 10,706</u>	<u>\$ 1,255</u>	<u>\$ 2,471</u>	<u>\$ 5,936</u>	<u>\$ -</u>	<u>\$ 75</u>	<u>\$ 720</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	10,706	1,255	2,471	5,936	-	75	720
Total cash and investment assets - December 31	<u>\$ 10,706</u>	<u>\$ 1,255</u>	<u>\$ 2,471</u>	<u>\$ 5,936</u>	<u>\$ -</u>	<u>\$ 75</u>	<u>\$ 720</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ 1,255	\$ -	\$ -	\$ -	\$ -	\$ 720
Public safety	10,706	-	2,471	5,936	-	75	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 10,706</u>	<u>\$ 1,255</u>	<u>\$ 2,471</u>	<u>\$ 5,936</u>	<u>\$ -</u>	<u>\$ 75</u>	<u>\$ 720</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Child Psychological Residential Treatment	Insurance Recovery	Emergency Management Donation	Law Enforcement Block Grant 2004	Emergency Planning Right to Know	Drug Buy and Bust	Assessor Copy Fees
Receipts:							
Taxes	\$ 355,230	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	37,227	-	-	-	8,988	-	-
Charges for services	-	-	-	-	-	-	1,053
Fines and forfeits	-	-	-	-	-	-	-
Other	-	104,994	766	-	4,929	600	-
Total receipts	392,457	104,994	766	-	13,917	600	1,053
Disbursements:							
General government	-	2,498	-	-	-	-	-
Public safety	-	52,663	1,584	4,464	43,121	2,531	-
Highways and streets	-	513	-	-	-	-	-
Health and welfare	300,023	-	-	-	-	-	-
Culture and recreation	-	14,969	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	300,023	70,643	1,584	4,464	43,121	2,531	-
Excess (deficiency) of receipts over disbursements	92,434	34,351	(818)	(4,464)	(29,204)	(1,931)	1,053
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(3,407)	-	-	-	-	-	-
Total other financing sources (uses)	(3,407)	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	89,027	34,351	(818)	(4,464)	(29,204)	(1,931)	1,053
Cash and investment fund balance - beginning	435,111	64,297	918	4,500	96,892	3,493	1,493
Cash and investment fund balance - ending	\$ 524,138	\$ 98,648	\$ 100	\$ 36	\$ 67,688	\$ 1,562	\$ 2,546
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	524,138	98,648	100	36	67,688	1,562	2,546
Total cash and investment assets - December 31	\$ 524,138	\$ 98,648	\$ 100	\$ 36	\$ 67,688	\$ 1,562	\$ 2,546
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,546
Public safety	-	-	100	36	67,688	1,562	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	524,138	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	98,648	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 524,138	\$ 98,648	\$ 100	\$ 36	\$ 67,688	\$ 1,562	\$ 2,546

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Comprehensive Plan Fund	Community Correction Home Detention Adult	Police Equipment	GAL/CASA User's Fee	Rainy Day	Plat Book Fee	Community Correction House Arrest
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	674,156	-	-	-	-	-
Charges for services	51,397	-	108,791	-	-	26,509	-
Fines and forfeits	-	-	-	-	-	-	204,181
Other	-	288	-	-	-	-	14,104
Total receipts	51,397	674,444	108,791	-	-	26,509	218,285
Disbursements:							
General government	66,396	-	-	-	37,500	10,000	-
Public safety	-	684,936	126,410	-	-	-	248,579
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	112,542	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	487,833	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	66,396	684,936	126,410	-	637,875	10,000	248,579
Excess (deficiency) of receipts over disbursements	(14,999)	(10,492)	(17,619)	-	(637,875)	16,509	(30,294)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	29,882	-	-	500,000	-	-
Transfers out	-	(7,532)	-	-	-	-	-
Total other financing sources (uses)	-	22,350	-	-	500,000	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(14,999)	11,858	(17,619)	-	(137,875)	16,509	(30,294)
Cash and investment fund balance - beginning	162,176	65,283	161,975	678	928,856	147,714	267,875
Cash and investment fund balance - ending	<u>\$ 147,177</u>	<u>\$ 77,141</u>	<u>\$ 144,356</u>	<u>\$ 678</u>	<u>\$ 790,981</u>	<u>\$ 164,223</u>	<u>\$ 237,581</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	147,177	77,141	144,356	678	790,981	164,223	237,581
Total cash and investment assets - December 31	<u>\$ 147,177</u>	<u>\$ 77,141</u>	<u>\$ 144,356</u>	<u>\$ 678</u>	<u>\$ 790,981</u>	<u>\$ 164,223</u>	<u>\$ 237,581</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ 147,177	\$ -	\$ -	\$ -	\$ -	\$ 164,223	\$ -
Public safety	-	77,141	144,356	678	-	-	237,581
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	790,981	-	-
Total cash and investment fund balance - December 31	<u>\$ 147,177</u>	<u>\$ 77,141</u>	<u>\$ 144,356</u>	<u>\$ 678</u>	<u>\$ 790,981</u>	<u>\$ 164,223</u>	<u>\$ 237,581</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Law Enforcement Block Grant 2005	Supplemental Public Defender	Misdemeanor Fund	Data Processing Equipment	Family Support Impact	GAL/CASA	Drug Free Community
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	17,127	16,056	87,532	-	-	24,307	-
Charges for services	-	-	-	105	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	670	-	-	100	12,000
Total receipts	17,127	16,056	88,202	105	-	24,407	12,000
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	11,761	20,353	44,481	-	-	92,704	1,501
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	11,761	20,353	44,481	-	-	92,704	1,501
Excess (deficiency) of receipts over disbursements	5,366	(4,297)	43,721	105	-	(68,297)	10,499
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	67,767	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	67,767	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	5,366	(4,297)	43,721	105	-	(530)	10,499
Cash and investment fund balance - beginning	-	26,536	215,918	995	10,209	37,005	1,501
Cash and investment fund balance - ending	\$ 5,366	\$ 22,239	\$ 259,639	\$ 1,100	\$ 10,209	\$ 36,475	\$ 12,000
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	5,366	22,239	259,639	1,100	10,209	36,475	12,000
Total cash and investment assets - December 31	\$ 5,366	\$ 22,239	\$ 259,639	\$ 1,100	\$ 10,209	\$ 36,475	\$ 12,000
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 1,100	\$ -	\$ -	\$ -
Public safety	5,366	22,239	259,639	-	10,209	36,475	12,000
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ 5,366	\$ 22,239	\$ 259,639	\$ 1,100	\$ 10,209	\$ 36,475	\$ 12,000

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Council Donation	GIS Electronic Map	Drug Free Community	Drug Abuse Resistance Education	EMS Pension Supplement	Sheriff's Photo	Community Corrections Juvenile
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	31,293
Charges for services	-	149,696	-	-	276,909	365	-
Fines and forfeits	-	-	103,849	-	-	-	-
Other	-	3,250	-	9,990	-	36	-
Total receipts	-	152,946	103,849	9,990	276,909	401	31,293
Disbursements:							
General government	-	128,705	-	-	-	-	-
Public safety	-	-	121,000	12,213	80,236	-	38,432
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	-	128,705	121,000	12,213	80,236	-	38,432
Excess (deficiency) of receipts over disbursements	-	24,241	(17,151)	(2,223)	196,673	401	(7,139)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	24,241	(17,151)	(2,223)	196,673	401	(7,139)
Cash and investment fund balance - beginning	500	1,810	44,858	2,882	487,295	4,404	7,223
Cash and investment fund balance - ending	<u>500</u>	<u>26,051</u>	<u>27,707</u>	<u>659</u>	<u>683,968</u>	<u>4,805</u>	<u>84</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	500	26,051	27,707	659	683,968	4,805	84
Total cash and investment assets - December 31	<u>500</u>	<u>26,051</u>	<u>27,707</u>	<u>659</u>	<u>683,968</u>	<u>4,805</u>	<u>84</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ 500	\$ 26,051	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	27,707	659	683,968	4,805	84
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>500</u>	<u>26,051</u>	<u>27,707</u>	<u>659</u>	<u>683,968</u>	<u>4,805</u>	<u>84</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Corrections Jail	Gas Award	EMS Capital Improvement	HAVA Title 3	Emergency Telephone	HAVA Section 102	Animal Welfare
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	2,100
Charges for services	-	-	409,520	-	650,570	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	10,201	-	-
Total receipts	-	-	409,520	-	660,771	-	2,100
Disbursements:							
General government	-	-	-	410,600	-	319,200	-
Public safety	-	-	151,395	-	724,546	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	-	-	151,395	410,600	724,546	319,200	-
Excess (deficiency) of receipts over disbursements	-	-	258,125	(410,600)	(63,775)	(319,200)	2,100
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	-	258,125	(410,600)	(63,775)	(319,200)	2,100
Cash and investment fund balance - beginning	10	2,200	105,646	410,600	254,730	319,200	360
Cash and investment fund balance - ending	<u>\$ 10</u>	<u>\$ 2,200</u>	<u>\$ 363,771</u>	<u>\$ -</u>	<u>\$ 190,955</u>	<u>\$ -</u>	<u>\$ 2,460</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	10	2,200	363,771	-	190,955	-	2,460
Total cash and investment assets - December 31	<u>\$ 10</u>	<u>\$ 2,200</u>	<u>\$ 363,771</u>	<u>\$ -</u>	<u>\$ 190,955</u>	<u>\$ -</u>	<u>\$ 2,460</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	10	2,200	363,771	-	190,955	-	2,460
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 10</u>	<u>\$ 2,200</u>	<u>\$ 363,771</u>	<u>\$ -</u>	<u>\$ 190,955</u>	<u>\$ -</u>	<u>\$ 2,460</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	DIV Drug CRT Grant	Drug Court User Fees	Metro Planning Organization	Jury Fee	Kiwanis Club Shots for Tots	Community Service Adult	Clerk's Record Perpetuation
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	7,000	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	14,549
Fines and forfeits	-	2,740	-	22,520	-	99,599	-
Other	-	-	-	426	-	7,054	125
Total receipts	7,000	2,740	-	22,946	-	106,653	14,674
Disbursements:							
General government	-	-	-	-	-	-	18,055
Public safety	7,000	-	-	51,969	-	137,170	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	7,000	-	-	51,969	-	137,170	18,055
Excess (deficiency) of receipts over disbursements	-	2,740	-	(29,023)	-	(30,517)	(3,381)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	2,740	-	(29,023)	-	(30,517)	(3,381)
Cash and investment fund balance - beginning	-	1,595	60	43,528	812	141,322	21,479
Cash and investment fund balance - ending	\$ -	\$ 4,335	\$ 60	\$ 14,505	\$ 812	\$ 110,805	\$ 18,098
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	4,335	60	14,505	812	110,805	18,098
Total cash and investment assets - December 31	\$ -	\$ 4,335	\$ 60	\$ 14,505	\$ 812	\$ 110,805	\$ 18,098
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ 60	\$ -	\$ -	\$ -	\$ 18,098
Public safety	-	4,335	-	14,505	-	110,805	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	812	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	\$ -	\$ 4,335	\$ 60	\$ 14,505	\$ 812	\$ 110,805	\$ 18,098

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Juvenile DUI Grant	Local Law Enforcement Block Grant 2	Medical Inmate Care	Police Equipment Block Grant	EMS Ambulance Replacement	Center Township Assessor Fee	DCCC Ready for Life
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	44,345	-	-	-	-	-	110,868
Charges for services	-	-	10,685	-	96,151	1,580	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total receipts	<u>44,345</u>	<u>-</u>	<u>10,685</u>	<u>-</u>	<u>96,151</u>	<u>1,580</u>	<u>110,868</u>
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	47,676	450	-	1,674	-	-	43,059
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	<u>47,676</u>	<u>450</u>	<u>-</u>	<u>1,674</u>	<u>-</u>	<u>-</u>	<u>43,059</u>
Excess (deficiency) of receipts over disbursements	<u>(3,331)</u>	<u>(450)</u>	<u>10,685</u>	<u>(1,674)</u>	<u>96,151</u>	<u>1,580</u>	<u>67,809</u>
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	7,532
Transfers out	-	-	-	-	-	-	(29,882)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(22,350)</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>(3,331)</u>	<u>(450)</u>	<u>10,685</u>	<u>(1,674)</u>	<u>96,151</u>	<u>1,580</u>	<u>45,459</u>
Cash and investment fund balance - beginning	<u>4,647</u>	<u>450</u>	<u>43,066</u>	<u>1,684</u>	<u>-</u>	<u>2,303</u>	<u>-</u>
Cash and investment fund balance - ending	<u>\$ 1,316</u>	<u>\$ -</u>	<u>\$ 53,751</u>	<u>\$ 10</u>	<u>\$ 96,151</u>	<u>\$ 3,883</u>	<u>\$ 45,459</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	<u>1,316</u>	<u>-</u>	<u>53,751</u>	<u>10</u>	<u>96,151</u>	<u>3,883</u>	<u>45,459</u>
Total cash and investment assets - December 31	<u>\$ 1,316</u>	<u>\$ -</u>	<u>\$ 53,751</u>	<u>\$ 10</u>	<u>\$ 96,151</u>	<u>\$ 3,883</u>	<u>\$ 45,459</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,883	\$ -
Public safety	1,316	-	53,751	10	96,151	-	45,459
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 1,316</u>	<u>\$ -</u>	<u>\$ 53,751</u>	<u>\$ 10</u>	<u>\$ 96,151</u>	<u>\$ 3,883</u>	<u>\$ 45,459</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Sheriff's Donations	Adult Probation Administration Fee	Juvenile Probation Administration Fee	Pass-Through Grant Monies	Community Corrections Substance Abuse	Coroner's Copy Fee	Tax County Lease Rental
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,479,855
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	315,491	-	-	156,365
Charges for services	-	-	-	-	16,655	286	-
Fines and forfeits	-	30,581	8,387	-	-	-	-
Other	16,172	-	-	-	2,722	-	-
Total receipts	16,172	30,581	8,387	315,491	19,377	286	1,636,220
Disbursements:							
General government	-	-	-	300,386	-	3,300	-
Public safety	13,438	-	-	-	35,100	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	1,275,550
Interest	-	-	-	-	-	-	422,920
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	13,438	-	-	300,386	35,100	3,300	1,698,470
Excess (deficiency) of receipts over disbursements	2,734	30,581	8,387	15,105	(15,723)	(3,014)	(62,250)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	2,267	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(11,579)
Total other financing sources (uses)	-	2,267	-	-	-	-	(11,579)
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	2,734	32,848	8,387	15,105	(15,723)	(3,014)	(73,829)
Cash and investment fund balance - beginning	4,810	73,763	14,584	-	51,341	3,706	189,998
Cash and investment fund balance - ending	<u>\$ 7,544</u>	<u>\$ 106,611</u>	<u>\$ 22,971</u>	<u>\$ 15,105</u>	<u>\$ 35,618</u>	<u>\$ 692</u>	<u>\$ 116,169</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	7,544	106,611	22,971	15,105	35,618	692	116,169
Total cash and investment assets - December 31	<u>\$ 7,544</u>	<u>\$ 106,611</u>	<u>\$ 22,971</u>	<u>\$ 15,105</u>	<u>\$ 35,618</u>	<u>\$ 692</u>	<u>\$ 116,169</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ 15,105	\$ -	\$ 692	\$ -
Public safety	7,544	106,611	22,971	-	35,618	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	116,169
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 7,544</u>	<u>\$ 106,611</u>	<u>\$ 22,971</u>	<u>\$ 15,105</u>	<u>\$ 35,618</u>	<u>\$ 692</u>	<u>\$ 116,169</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Mun-Del Lease Payments	Nebo Road TIF	Daleville TIF Bond	TIF Allocation	Park One TIF	Emergency Management Grant	Emergency 2005 Law Enforcement
Receipts:							
Taxes	\$ -	\$ -	\$ 530,799	\$ 1,810,075	\$ 194,533	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	37,558	-	-	190,636
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	3,714	-	-	-
Total receipts	-	-	530,799	1,851,347	194,533	-	190,636
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	2,762	190,636
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	50,183	-	-	-
Debt service:							
Principal	-	-	115,000	-	-	-	-
Interest	-	-	160,052	-	6,067	-	-
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	-	-	275,052	50,183	6,067	2,762	190,636
Excess (deficiency) of receipts over disbursements	-	-	255,747	1,801,164	188,466	(2,762)	-
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	23	126,121	92,392	21,034	-	-
Transfers out	-	-	-	(538,713)	(235,740)	-	-
Total other financing sources (uses)	-	23	126,121	(446,321)	(214,706)	-	-
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	23	381,868	1,354,843	(26,240)	(2,762)	-
Cash and investment fund balance - beginning	131,178	263	2,332,254	3,319,590	468,771	15,020	-
Cash and investment fund balance - ending	<u>\$ 131,178</u>	<u>\$ 286</u>	<u>\$ 2,714,122</u>	<u>\$ 4,674,433</u>	<u>\$ 442,531</u>	<u>\$ 12,258</u>	<u>\$ -</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	131,178	286	2,714,122	4,674,433	442,531	12,258	-
Total cash and investment assets - December 31	<u>\$ 131,178</u>	<u>\$ 286</u>	<u>\$ 2,714,122</u>	<u>\$ 4,674,433</u>	<u>\$ 442,531</u>	<u>\$ 12,258</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	12,258	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	286	-	-	-	-	-
Debt service	131,178	-	2,714,122	4,674,433	442,531	-	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 131,178</u>	<u>\$ 286</u>	<u>\$ 2,714,122</u>	<u>\$ 4,674,433</u>	<u>\$ 442,531</u>	<u>\$ 12,258</u>	<u>\$ -</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Emergency State Homeland Security	Emergency Management 2004 Border Grant	Project Hoosier Safe-T	Emergency Management Emergency Response	Cumulative Bridge	Delaware County General Obligation Bond	Cumulative Building
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,282,764	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	325,189	84,968	800	3,283	344,630	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	-	-	-	-	210,147	-	-
Total receipts	<u>325,189</u>	<u>84,968</u>	<u>800</u>	<u>3,283</u>	<u>2,837,541</u>	<u>-</u>	<u>-</u>
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	325,189	84,968	-	729	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	40,301	-
Capital outlay:							
Public safety	-	-	-	-	-	1,148,110	-
Highways and streets	-	-	-	-	1,856,451	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	<u>325,189</u>	<u>84,968</u>	<u>-</u>	<u>729</u>	<u>1,856,451</u>	<u>1,188,411</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>800</u>	<u>2,554</u>	<u>981,090</u>	<u>(1,188,411)</u>	<u>-</u>
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	1,200,000	-
Transfers in	-	-	-	-	-	-	36,020
Transfers out	-	-	-	-	(18,164)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,164)</u>	<u>1,200,000</u>	<u>36,020</u>
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	<u>-</u>	<u>-</u>	<u>800</u>	<u>2,554</u>	<u>962,926</u>	<u>11,589</u>	<u>36,020</u>
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,920,790</u>	<u>-</u>	<u>5,008</u>
Cash and investment fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ 2,554</u>	<u>\$ 4,883,716</u>	<u>\$ 11,589</u>	<u>\$ 41,028</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted assets:							
Cash and investments	-	-	800	2,554	4,883,716	11,589	41,028
Total cash and investment assets - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ 2,554</u>	<u>\$ 4,883,716</u>	<u>\$ 11,589</u>	<u>\$ 41,028</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	800	2,554	-	-	-
Highways and streets	-	-	-	-	4,883,716	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	11,589	-
Other purposes	-	-	-	-	-	-	41,028
Total cash and investment fund balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ 2,554</u>	<u>\$ 4,883,716</u>	<u>\$ 11,589</u>	<u>\$ 41,028</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	General Drain Improvement	Drainage Maintenance	Excess Tax Levy	County Economic Development Distribution	CRoEd Industrial District	Park One Capital Account	Park One Bond and Interest
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ 2,059,395	\$ -	\$ -	\$ -
Special assessments	149,334	583,041	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	18,528	77,227	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	73,216	2,495	8,606	78,688	-	1,086	256
Total receipts	222,550	585,536	8,606	2,156,611	77,227	1,086	256
Disbursements:							
General government	-	508,239	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	102,000
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	1,573,574	-	-	-
Special assessments	1,003,034	-	-	-	-	-	-
Total disbursements	1,003,034	508,239	-	1,573,574	-	-	102,000
Excess (deficiency) of receipts over disbursements	(780,484)	77,297	8,606	583,037	77,227	1,086	(101,744)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	202,313	12,031	216,951	90,000	-	-	103,266
Transfers out	-	(202,313)	(1,172,098)	-	-	-	-
Total other financing sources (uses)	202,313	(190,282)	(955,147)	90,000	-	-	103,266
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	(578,171)	(112,985)	(946,541)	673,037	77,227	1,086	1,522
Cash and investment fund balance - beginning	1,065,415	905,000	1,172,098	1,318,017	-	24,248	2,357
Cash and investment fund balance - ending	\$ 487,244	\$ 792,015	\$ 225,557	\$ 1,991,054	\$ 77,227	\$ 25,334	\$ 3,879
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,334	\$ 3,879
Restricted assets:							
Cash and investments	487,244	792,015	225,557	1,991,054	77,227	-	-
Total cash and investment assets - December 31	\$ 487,244	\$ 792,015	\$ 225,557	\$ 1,991,054	\$ 77,227	\$ 25,334	\$ 3,879
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	1,991,054	77,227	25,334	-
Debt service	-	-	-	-	-	-	3,879
Other purposes	487,244	792,015	225,557	-	-	-	-
Total cash and investment fund balance - December 31	\$ 487,244	\$ 792,015	\$ 225,557	\$ 1,991,054	\$ 77,227	\$ 25,334	\$ 3,879

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Park One Debt Reserve	Morrison Road Junior Issue Capital Account	Morrison Road Junior Issue Debt Reserve	Morrison Road Junior Issue Bond and Interest	Morrison Road Capital Account	Morrison Road Debt Reserve	Morrison Road Bond and Interest
Receipts:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Other	7,466	427	9,316	-	3,650	12,665	-
Total receipts	7,466	427	9,316	-	3,650	12,665	-
Disbursements:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	-	-	-
Debt service:							
Principal	-	-	-	70,000	-	-	120,000
Interest	-	-	-	109,200	-	-	126,352
Bond issuance costs	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	1,500	-	-
Special assessments	-	-	-	-	-	-	-
Total disbursements	-	-	-	179,200	1,500	-	246,352
Excess (deficiency) of receipts over disbursements	7,466	427	9,316	(179,200)	2,150	12,665	(246,352)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	179,200	1,500	-	246,352
Transfers out	(7,466)	-	-	-	-	-	-
Total other financing sources (uses)	(7,466)	-	-	179,200	1,500	-	246,352
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	-	427	9,316	-	3,650	12,665	-
Cash and investment fund balance - beginning	170,000	9,949	216,977	-	85,002	294,960	-
Cash and investment fund balance - ending	<u>\$ 170,000</u>	<u>\$ 10,376</u>	<u>\$ 226,293</u>	<u>\$ -</u>	<u>\$ 88,652</u>	<u>\$ 307,625</u>	<u>\$ -</u>
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ 170,000	\$ 10,376	\$ 226,293	\$ -	\$ 88,652	\$ 307,625	\$ -
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Total cash and investment assets - December 31	<u>\$ 170,000</u>	<u>\$ 10,376</u>	<u>\$ 226,293</u>	<u>\$ -</u>	<u>\$ 88,652</u>	<u>\$ 307,625</u>	<u>\$ -</u>
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Urban redevelopment and housing	-	10,376	-	-	88,652	-	-
Debt service	170,000	-	226,293	-	-	307,625	-
Other purposes	-	-	-	-	-	-	-
Total cash and investment fund balance - December 31	<u>\$ 170,000</u>	<u>\$ 10,376</u>	<u>\$ 226,293</u>	<u>\$ -</u>	<u>\$ 88,652</u>	<u>\$ 307,625</u>	<u>\$ -</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
OTHER GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006
(Continued)

	Magna Bond and Interest	Magna Capital Account	Civic Center Authority	Sheriff's Training and Extradition	Jail Commissary	Convention and Tourism	Totals
Receipts:							
Taxes	\$ -	\$ -	\$ 1,637,478	\$ -	\$ -	\$ 447,834	\$ 11,868,068
Special assessments	-	-	-	-	-	-	732,375
Licenses and permits	-	-	-	-	-	-	191,375
Intergovernmental	-	-	-	-	-	-	7,722,064
Charges for services	-	-	-	15,417	45,688	-	2,235,091
Fines and forfeits	-	-	-	-	-	-	979,755
Other	-	-	5,159	1,517	48	6,841	968,790
Total receipts	-	-	1,642,637	16,934	45,736	454,675	24,697,518
Disbursements:							
General government	-	-	-	-	-	-	2,621,269
Public safety	-	-	-	20,200	38,790	-	4,123,307
Highways and streets	-	-	-	-	-	-	3,088,480
Health and welfare	-	-	-	-	-	-	1,611,300
Culture and recreation	-	-	1,811,476	-	-	442,322	2,381,309
Urban redevelopment and housing	-	-	-	-	-	-	50,183
Debt service:							
Principal	-	-	-	-	-	-	1,580,550
Interest	-	-	-	-	-	-	926,591
Bond issuance costs	-	40,302	-	-	-	-	80,603
Capital outlay:							
Public safety	-	-	-	-	-	-	1,148,110
Highways and streets	-	-	-	-	-	-	2,990,542
Urban redevelopment and housing	-	1,806,892	-	-	-	-	3,381,966
Special assessments	-	-	-	-	-	-	1,003,034
Total disbursements	-	1,847,194	1,811,476	20,200	38,790	442,322	24,987,244
Excess (deficiency) of receipts over disbursements	-	(1,847,194)	(168,839)	(3,266)	6,946	12,353	(289,726)
Other financing sources (uses):							
Bond proceeds	-	2,025,000	-	-	-	-	3,225,000
Transfers in	87,806	-	-	-	-	-	2,022,638
Transfers out	-	(177,806)	-	-	-	-	(2,916,417)
Total other financing sources (uses)	87,806	1,847,194	-	-	-	-	2,331,221
Excess (deficiency) of receipts and other financing sources over disbursements and other financing uses	87,806	-	(168,839)	(3,266)	6,946	12,353	2,041,495
Cash and investment fund balance - beginning	-	-	436,627	5,968	7,157	104,331	26,285,367
Cash and investment fund balance - ending	\$ 87,806	\$ -	\$ 267,788	\$ 2,702	\$ 14,103	\$ 116,684	\$ 28,326,862
<u>Cash and Investment Assets - December 31</u>							
Cash with fiscal agent	\$ 87,806	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 919,965
Restricted assets:							
Cash and investments	-	-	267,788	2,702	14,103	116,684	27,406,897
Total cash and investment assets - December 31	\$ 87,806	\$ -	\$ 267,788	\$ 2,702	\$ 14,103	\$ 116,684	\$ 28,326,862
<u>Cash and Investment Fund Balance - December 31</u>							
Restricted for:							
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,871,236
Public safety	-	-	-	2,702	14,103	-	3,178,925
Highways and streets	-	-	-	-	-	-	6,745,081
Health and welfare	-	-	-	-	-	-	1,434,320
Culture and recreation	-	-	267,788	-	-	116,684	583,273
Urban redevelopment and housing	-	-	-	-	-	-	2,192,929
Debt service	87,806	-	-	-	-	-	8,885,625
Other purposes	-	-	-	-	-	-	2,435,473
Total cash and investment fund balance - December 31	\$ 87,806	\$ -	\$ 267,788	\$ 2,702	\$ 14,103	\$ 116,684	\$ 28,326,862

DELAWARE COUNTY
 COMBINING SCHEDULE OF ASSETS AND FUND BALANCES AND
 RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - CASH AND INVESTMENT BASIS
 INTERNAL SERVICE FUNDS
 As Of And For The Year Ended December 31, 2006

	Employee's Benefit Trust	Employee Longevity	Total
Operating receipts:			
Insurance proceeds	\$ 474,430	\$ -	\$ 474,430
Employer contributions	5,506,800	1,005,268	6,512,068
Total operating receipts	5,981,230	1,005,268	6,986,498
Operating disbursements:			
Salaries and wages	-	729,200	729,200
Insurance disbursements	5,506,800	-	5,506,800
Total operating disbursements	5,506,800	729,200	6,236,000
Excess of receipts over disbursements	474,430	276,068	750,498
Nonoperating receipts:			
Interest and investment receipts	34,560	83,555	118,115
Excess of receipts over disbursements and nonoperating receipts	508,990	359,623	868,613
Cash and investment fund balance - beginning	1,361,355	713,314	2,074,669
Cash and investment fund balance - ending	<u>\$ 1,870,345</u>	<u>\$ 1,072,937</u>	<u>\$ 2,943,282</u>
<u>Cash and Investment Assets - December 31</u>			
Restricted assets:			
Cash and investments	<u>\$ 1,870,345</u>	<u>\$ 1,072,937</u>	<u>\$ 2,943,282</u>
<u>Cash and Investment Fund Balance - December 31</u>			
Restricted for:			
Other purposes	<u>\$ 1,870,345</u>	<u>\$ 1,072,937</u>	<u>\$ 2,943,282</u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
PENSION TRUST FUNDS
For The Year Ended December 31, 2006

	Sheriff's Pension Trust	EMS Pension Trust	Total
Additions:			
Contributions:			
Employer	\$ 67,569	\$ 76,156	\$ 143,725
Plan members	-	52,078	52,078
Total contributions	<u>67,569</u>	<u>128,234</u>	<u>195,803</u>
Investment receipts:			
Net increase (decrease) in investments	537,655	13,105	550,760
Interest	263,987	2,783	266,770
Dividends	<u>28,460</u>	<u>38,921</u>	<u>67,381</u>
Total investment receipts	830,102	54,809	884,911
Total additions	<u>897,671</u>	<u>183,043</u>	<u>1,080,714</u>
Deductions:			
Benefits	367,788	105,874	473,662
Refunds of contributions	25	-	25
Administrative and general	<u>180,607</u>	<u>11,597</u>	<u>192,204</u>
Total deductions	<u>548,420</u>	<u>117,471</u>	<u>665,891</u>
Excess of total additions over total deductions	349,251	65,572	414,823
Cash and investment fund balance - beginning	<u>10,085,041</u>	<u>758,783</u>	<u>10,843,824</u>
Cash and investment fund balance - ending	<u><u>\$ 10,434,292</u></u>	<u><u>\$ 824,355</u></u>	<u><u>\$ 11,258,647</u></u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006

	Health Care for the Indigent	Riverboat Taxes	TMA Audit	Medical Assistance to Wards	Payroll	Welfare Trust
Additions:						
Agency fund additions	<u>\$ 973,462</u>	<u>\$ 747,390</u>	<u>\$ -</u>	<u>\$ 47,486</u>	<u>\$ 26,196,434</u>	<u>\$ 105,012</u>
Deductions:						
Agency fund deductions	<u>973,462</u>	<u>747,390</u>	<u>4,300</u>	<u>47,486</u>	<u>26,142,353</u>	<u>92,771</u>
Excess (deficiency) of total additions over total deductions	-	-	(4,300)	-	54,081	12,241
Cash and investment fund balance - beginning	<u>-</u>	<u>-</u>	<u>29,269</u>	<u>-</u>	<u>220,955</u>	<u>15,195</u>
Cash and investment fund balance - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 24,969</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 275,036</u></u>	<u><u>\$ 27,436</u></u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Congressional Interest	Surplus Tax	Tax Sale Redemption	Tax Sale Surplus	Educational License Plate	Inheritance Tax
Additions:						
Agency fund additions	<u>\$ 949</u>	<u>\$ 367,345</u>	<u>\$ 888,391</u>	<u>\$ 9,937,381</u>	<u>\$ 6,862</u>	<u>\$ 2,768,387</u>
Deductions:						
Agency fund deductions	<u>730</u>	<u>424,922</u>	<u>863,767</u>	<u>7,148,605</u>	<u>9,656</u>	<u>3,159,822</u>
Excess (deficiency) of total additions over total deductions	219	(57,577)	24,624	2,788,776	(2,794)	(391,435)
Cash and investment fund balance - beginning	<u>6,788</u>	<u>979,492</u>	<u>4,100</u>	<u>2,418,818</u>	<u>2,794</u>	<u>877,245</u>
Cash and investment fund balance - ending	<u><u>\$ 7,007</u></u>	<u><u>\$ 921,915</u></u>	<u><u>\$ 28,724</u></u>	<u><u>\$ 5,207,594</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 485,810</u></u>

DELAWARE COUNTY
 COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
 AGENCY FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Property Replacement and Homestead Credit	City and Town Court Costs	Security Deposits	Children with Special Health Care Needs	Attorney Recovery Fees	Tax Sale Administration	Clerk of the Circuit Court
Additions:							
Agency fund additions	\$ 1,514,457	\$ 16,014	\$ -	\$ 146,415	\$ 48	\$ 118,620	\$ 9,815,567
Deductions:							
Agency fund deductions	<u>1,514,457</u>	<u>54,799</u>	<u>-</u>	<u>146,415</u>	<u>48</u>	<u>118,620</u>	<u>9,666,111</u>
Excess (deficiency) of total additions over total deductions	-	(38,785)	-	-	-	-	149,456
Cash and investment fund balance - beginning	<u>-</u>	<u>39,955</u>	<u>22,599</u>	<u>-</u>	<u>193</u>	<u>-</u>	<u>643,926</u>
Cash and investment fund balance - ending	<u><u>\$ -</u></u>	<u><u>\$ 1,170</u></u>	<u><u>\$ 22,599</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 193</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 793,382</u></u>

DELAWARE COUNTY
COMBINING SCHEDULE OF ADDITIONS, DEDUCTIONS, AND CHANGES IN CASH AND INVESTMENT BALANCES
AGENCY FUNDS
For The Year Ended December 31, 2006
(Continued)

	County Sheriff	County Treasurer	Sheriff's Inmate Trust	Probation	Tax Distribution	State Fines and Fees Payable	Total
Additions:							
Agency fund additions	<u>\$ 1,953,062</u>	<u>\$ 116,153,087</u>	<u>\$ 429,865</u>	<u>\$ 3,193</u>	<u>\$ 130,447,498</u>	<u>\$ 794,432</u>	<u>\$ 303,431,357</u>
Deductions:							
Agency fund deductions	<u>1,836,300</u>	<u>115,962,560</u>	<u>428,365</u>	<u>2,930</u>	<u>130,396,472</u>	<u>789,445</u>	<u>300,531,786</u>
Excess (deficiency) of total additions over total deductions	116,762	190,527	1,500	263	51,026	4,987	2,899,571
Cash and investment fund balance - beginning	<u>33,032</u>	<u>1,728,506</u>	<u>10,468</u>	<u>2,805</u>	<u>64,081</u>	<u>61,040</u>	<u>7,161,261</u>
Cash and investment fund balance - ending	<u><u>\$ 149,794</u></u>	<u><u>\$ 1,919,033</u></u>	<u><u>\$ 11,968</u></u>	<u><u>\$ 3,068</u></u>	<u><u>\$ 115,107</u></u>	<u><u>\$ 66,027</u></u>	<u><u>\$ 10,060,832</u></u>

DELAWARE COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF CAPITAL ASSETS

For The Year Ended December 31, 2006

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

General infrastructure assets (those reported by governmental activities) are included regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are reported at historical cost.

<u>Primary Government</u>	<u>Ending Balance</u>
Governmental activities:	
Capital assets, not being depreciated:	
Land	\$ 2,523,523
Infrastructure	342,091,894
Buildings	45,352,976
Improvements other than buildings	294,021
Machinery and equipment	12,019,015
Construction in progress	<u>287,296</u>
Total governmental activities, capital assets not being depreciated	<u><u>\$ 402,568,725</u></u>

DELAWARE COUNTY
SUPPLEMENTARY INFORMATION
SCHEDULE OF LONG-TERM DEBT

For The Year Ended December 31, 2006

CAPITAL LEASES

The County has entered into the following capital leases:

Description of Asset	Ending Balance	Due Within One Year
Governmental Activities:		
Capital leases:		
Justice Center	\$ 7,008,545	\$ 669,300
YOC	1,640,000	230,000
YOC, Daleville, and Yorktown Improvements	5,685,612	840,079
Claims and judgments		
Notes and loans payable	900,186	308,025
Bonds payable:		
General obligation bonds:		
Daleville TIF Bonds	2,175,000	125,000
Park One TIF Bonds	1,700,000	10,000
Morrison Road TIF Bonds	2,324,000	128,000
Morrison Road TIF Bonds Junior Issue	1,785,000	75,000
Magna TIF Bond	2,025,000	-
2006 General Obligation Bonds	<u>1,200,000</u>	<u>315,000</u>
Total governmental activities long-term debt	<u>\$ 26,443,343</u>	<u>\$ 2,700,404</u>

DELAWARE COUNTY
OTHER REPORTS

The annual report presented herein was prepared in addition to other official reports prepared for the individual County offices listed below:

Board of County Commissioners
County Council
County Auditor
County Treasurer
County Sheriff
County Emergency Medical Services
County Convention and Tourism
County Building Commission
County Probation Department
County Redevelopment Commission
Delaware County Drainage Board

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

TO: THE OFFICIALS OF DELAWARE COUNTY, INDIANA

Compliance

We have audited the compliance of Delaware County (County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2006. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2006. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2006-3.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
(Continued)

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below.

A control deficiency in a County's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

The County's response to the findings identified in our audit are described in the accompanying Corrective Action Plan section of the report. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the County's management, the County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

July 25, 2007

DELAWARE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2006

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Lt. Governor Office of Community and Rural Affairs Community Development Block Grant/States Programs	14.228	CF-05-106	\$ 333,671
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Pass-Through Indiana Criminal Justice Institute Local Law Enforcement Block Grant	16.592	2004-LB-BX-1300	4,464
Bulletproof Vest Partnership Program	16.607	FY-05	1,684
Pass-Through City of Muncie Edward Byrne Memorial Justice Assistance Grant Program	16.738	B-04-SP-IN-2054	11,761
Total for federal grantor agency			17,909
<u>GENERAL SERVICES ADMINISTRATION</u>			
Pass-Through Indiana Secretary of State Election Reform Payments	39.011	FY-05	319,200
<u>ELECTIONS ASSISTANCE COMMISSION</u>			
Pass-Through Indiana Secretary of State Help America Vote Act Requirements Payments	90.401	FY-05	410,600
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Pass-Through Indiana Department of Health Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	BPRS 117-4 2005 BPRS 117-4 2006	27,101 9,309
Total for program			36,410
Pass-Through Indiana Department of Child Services Child Support Enforcement	93.563	Prosecutor Clerk Court Costs Indirect Costs Incentive Payments	239,534 118,623 149,893 157,149 136,825
Total for program			802,024
Total for federal grantor agency			838,434
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Hazard Mitigation Grant	97.039	FFY05	150
Emergency Management Performance Grants	97.042	2006	59,794
Citizen Corps	97.053	FY-04 FY-05	184 729
Total for program			913
Homeland Security Grant Program	97.067	2006	325,189
State Homeland Security Grant Program (SHSP)	97.073	2006	84,968
Law Enforcement Terror Prevention Program	97.074	2006	190,636
Total for federal grantor agency			661,650
Total federal awards expended			\$ 2,581,464

The accompanying note is an integral part of the Schedule of Expenditures of Federal Awards.

DELAWARE COUNTY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Delaware County (County) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Qualified

Internal control over financial reporting:

Material weaknesses identified? no

Reportable conditions identified that are not considered to be material weaknesses? yes

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified? no

Reportable conditions identified that are not considered to be material weaknesses? none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
39.011	Election Reform Payments
90.401	Help America Vote Requirement Payments
97.067	Homeland Security Grant Program

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? yes

Section II – Financial Statement Findings

FINDING 2006-1, INTERNAL CONTROL - TAX SYSTEM

The following deficiencies were noted during the review of the County's property tax computer system:

Output Balancing and Reconciliation

To help ensure reports are complete and correct, reports should be, but are not balanced to control totals produced during original entry of information into the system. The following deficiencies exist where generated reports are not reconciled: There are no system-generated reports from the tax system. However, the computer department constructs some reports at year end. The 2006 beginning billable amount in the Ditch Reconstruction Fund did not match the prior year's ending balance.

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Audit Trails

Audit trails are insufficient. During parts of January, February and March, some users are allowed to make changes to the CAMA system directly without creating a transaction. Additions, deletions, or changes made through this edit screen are not recorded in the application system. There are no reports provided by the system to record this type of maintenance activity (i.e., changing of fund balances). In addition, there are no manual procedures and logs to record this activity. Until this system is modified to record maintenance activities, manual logs should be used to record all activity performed through the edit and these logs should be retained for audit.

Input Controls

Users have no way of knowing if complete transactions have been entered into this system. While entering information on assessments, it is possible to enter only demographic information while omitting the assessment information. Edits should exist which would prompt a user when information is not complete. If the system cannot provide such edits, the user should implement manual controls such as checklists or visual verification.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

Without these internal controls, the County cannot ensure reliability of the financial information and records created and maintained in the property tax computer system.

The Board of County Commissioners should establish internal controls over output balancing and reconciliation; audit trails; and input controls that will provide a proper internal control structure.

FINDING 2006-2, INTERNAL CONTROL - CASH

Controls over the safeguarding of assets were weak due to inadequate safeguarding of safe combinations and office keys resulting in three separate thefts from safes located in the Delaware County Building.

Governmental units should have internal controls in effect which provide reasonable assurance regarding the reliability of financial information and records, effectiveness and efficiency of operations, proper execution of management's objectives, and compliance with laws and regulations. Among other things, segregation of duties, safeguarding controls over cash and all other assets and all forms of information processing are necessary for proper internal control. (Accounting and Uniform Compliance Guidelines Manual for Counties, Chapter 1)

Without these internal controls, the County cannot ensure that all money collected will be deposited in County's bank account.

The Board of County Commissioners should establish internal controls that will properly safeguard the County's assets.

DELAWARE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III – Federal Award Findings and Questioned Costs

FINDING 2006-3, HOMELAND SECURITY GRANT PROGRAM - PROCUREMENT

Federal Agency: U.S. Department of Homeland Security
Federal Program: Homeland Security Grant Program
CFDA Number: 97.067
Pass-Through Entity: Indiana Department of Homeland Security

The Delaware County Emergency Management Agency purchased a generator at a cost of \$77,690. No bids were taken or contract awarded for this purchase.

Indiana Code 5-22-7-8 states: "A contract must be awarded with reasonable promptness by written notice to the lowest responsible and responsive bidder." The 2005 Homeland Security Grant Program Sub-Grant Agreement states: "The Sub-grantee agrees to comply with all federal, state, and local laws, rules, regulations and ordinances."

Grantees are required to comply with all federal, state, and local laws, rules regulations and ordinances.

Failure to obtain proper bids could allow for improper relationships with related parties, increased cost of goods purchased and leave the unit susceptible to lawsuits from potential bidders.

We recommended that the unit comply with all laws and regulations concerning procurement of goods.

DELAWARE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.



**DELAWARE
COUNTY
COMMISSIONERS**

John H. Brooke

District #1

Tom L. Bennington

District #2

Larry W. Bledsoe, Jr.

District #3

100 West Main Street
Room 309 County Building
Muncie, Indiana 47305
Telephone 765.747.7730
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An Equal Opportunity Employer

August 22, 2007

Mr. Bill Vinson
Indiana State Board of Accounts
100 W. Main St., Room
Muncie, IN 47305

Re: Corrective Action Plan

Dear Mr. Vinson:

Pursuant to the exit interview with the State Board of Accounts auditors, Delaware County was requested to prepare a response and corrective action plan to some of the items identified in the notes. Delaware County is grateful to the State Board of Accounts for the review of the various departments within County Government.

With respect to items identified in the Schedule of Findings and Questioned Costs, Delaware County would submit the following with respect to its "Corrective Action Plan":

1. Finding 2006-1, Internal Control-Tax System

Delaware County would contend that there are some issues with respect to deficiencies concerning the tax system as it relates to the Drainage funds. Delaware County Commissioners have discussed this matter with its Information Technology (IT) consultant and will undertake some changes. The first and most important change is to work with the County Auditor to assign a deputy that can understand the complicated ditch reconstruction and finance issues and then design reports from which reconciliations can be created to balance the accounts. This will require some training on the Ditch Maintenance law as well as some bookkeeping changes to the accounting software to address this issue.

With respect to the deficiencies noted in the property tax system, Delaware County would respectfully state that there are reports which can be generated which identify substantive changes to the accounting and tax assessment for each property. Demographic changes such as addresses, splits and combines of property or other non revenue or assessment alterations can be made without generating an audit report.

With respect to the accounting and assessment changes, there are queries which can be run with the present software to create an audit trail of those changes. No one from the State Board of Accounts contacted and inquired with anyone from the IT department as to the existence of these possible reports. The reports are not routinely made or kept, but can be created for audit purposes. It is possible that the county employees that participated in the audit process may not have been aware of that possibility.

These reports can be created by the IT consultant using the present information to satisfy the audit report and can be maintained in the future.

With respect to the comment about "input controls" to insure that complete data is placed into the system, the limitations of the software, as approved by another division of state government, allow incomplete records because of information not being available at the proper time. Work will have to be done with the County Assessor and the IT department consultant to create checklists or other reminders to the county personnel to complete the data entries as the information becomes available.

The State of Indiana has mandated certain changes to the software requirements for these particular issues to be implemented in 2008. These changes had been contemplated and discussed in prior years would have necessitated some software changes. Since the software requirements were contemplated in the near future, the purchase of software or the hiring of consultants to effectuate the items set forth in this audit was not fiscally prudent.

The changes in software requirements as dictated by another state agency will address and resolve the issues in 2009.

2. Finding 2006-2, Internal Control-Cash

Controls over safeguarding the cash assets due to weak controls of the combinations of safes were identified in the report. Each of the departments identified were separately elected county officials who are not under the direct control of the County Commissioners.

Mr. Bill Vinson
August 22, 2007
Page three

Discussions with these officials have generated many changes in the manner and method that combinations of the safe are kept and maintained. The combination to the various safes in the County have been removed from individual employees, limited to certain key personnel as well as one secure location. Combinations are also placed in one other location only known to the office holder or their chief deputy. These have been implemented presently and should address the problem identified.

3. Section III- Federal Award of Findings and Questioned Costs

This particular section concerned a US Department of Homeland Security Grant purchase by the Delaware County Emergency Management Agency of a generator. The audit report finding indicated that a purchase of over \$75,000 was made for a generator without competitive bids being sought.

When the original purchase was believed to be less than \$75,000, but the price was increased when the funds were finally obtained the state department. The project as originally contemplated did not anticipate having to follow the public bidding rules since several generators had been purchased before this one was obtained and all were under the \$75,000 threshold.

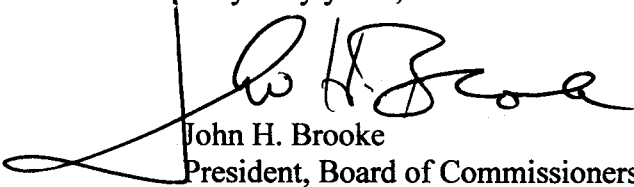
As a result of delays in obtaining the actual funds from the Department of Homeland Security, there was a price increase in a major component of the generator which caused the project to then exceed the \$75,000 threshold. Since the purchase order was approved and the department was waiting on the receipt of this needed device, the department head authorized the purchase.

With respect to a corrective action plan to address this matter, the Indiana Legislature has amended IC 5-22-8-1 to require competitive bids on purchases in excess of \$150,000. Therefore, any purchase by the County or its various entities in excess of \$150,000 will follow the proper procedures and requirements.

Mr. Bill Vinson
August 22, 2007
Page four

I trust that this letter addresses all of the issues that were identified and provides a reasonable correction to the points raised. If there are any questions, please do not hesitate to contact the County Commissioners' office.

Very truly yours,



John H. Brooke
President, Board of Commissioners
Delaware County, Indiana

DELAWARE COUNTY
EXIT CONFERENCE

The contents of this report were discussed on July 25, 2007, with Judy Rust, Auditor; Bradley Bookout, President of the County Council; and John Brooke, President of the Board of County Commissioners. Our audit disclosed no material items that warrant comment at this time.